

Roland W. Burris

Comptroller State of Illinois

June 15, 1984

201 State House Springfield, Illinois 62706 217/782-6000

PAYROLL BULLETIN (3-84)

TO:

All State Agencies, Departments, Boards, Commissions

and Universities

SUBJECT:

State Income Tax Withholding

By the terms of Public Act 83-14, the withholding rate for Illinois Income taxes is to be adjusted from 3% to $2\frac{1}{2}\%$ for all wage payments made after June 30, 1984.

Therefore, beginning with the July 1-15, 1984 pay period the withholding rate on vouchers should be calculated at $2\frac{1}{2}\%$. The Comptroller's Office will recalculate pre-lists to reflect this new rate for agencies which do not submit vouchers on magnetic tape. This computation will be based upon the exemptions currently reflected on the vouchers. In those cases where the employee has elected special tax withholdings or where there will be changes in trailer records, it is each agency's responsibility to make these changes.

In order to prevent delays in the processing of payrolls, the Comptroller's Office will accept payroll vouchers with Illinois Income Tax withholding at the 3% rate until July 13, 1984. All payroll vouchers received after July 13, 1984 must withhold at the $2\frac{1}{2}$ % rate. Please note that this requirement also applies to persons paid on C-O2 Vouchers.

Questions concerning vouchering procedures should be directed to Dan Steven or Cliff Jackson at (217)782-4758. Questions concerning amounts of withholding should be directed to the Department of Revenue.

Sincerely,

Larry D. Roth

Director - State Accounting